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Proclamation 7800—To Modify Duty-Free Treatment Under the Generalized System of Preferences

June 30, 2004

By the President of the United States of America

A Proclamation

- 1. Pursuant to section 503(c)(1) of title V of the Trade Act of 1974, as amended (the "1974 Act") (19 U.S.C. 2463(c)(1)), the President may withdraw, suspend, or limit designation of specified articles provided for in the Harmonized Tariff Schedule of the United States (HTS) as eligible for preferential tariff treatment under the Generalized System of Preferences (GSP) when imported from designated beneficiary developing countries.
- 2. Pursuant to section 503(c)(2)(A) of the 1974 Act (19 U.S.C. 2463(c)(2)(A)), beneficiary developing countries, except those designated as least-developed beneficiary developing countries or beneficiary sub-Saharan African countries pursuant to section 503(c)(2)(D) of the 1974 Act (19 U.S.C. 2463(c)(2)(D)), are subject to competitive need limitations on the preferential treatment afforded under the GSP to eligible articles
- 3. Section 503(c)(2)(C) of the 1974 Act (19 U.S.C. 2463(c)(2)(C)) provides that a country that is no longer treated as a beneficiary developing country with respect to an eligible article may be redesignated as a beneficiary developing country with respect to such article if imports of such article from such country did not exceed the competitive need limitations in section 503(c)(2)(A) during the preceding calendar year.
- 4. Section 503(c)(2)(F) of the 1974 Act (19 U.S.C. 2463(c)(2)(F)) provides that the President may disregard the competitive need limitation provided in section 503(c)(2)(A)(i)(II) (19 U.S.C.

- 2463(c)(2)(A)(i)(II)) with respect to any eligible article from any beneficiary developing country if the aggregate appraised value of the imports of such article into the United States during the preceding calendar year does not exceed an amount set forth in section 503(c)(2)(F)(ii) (19 U.S.C. 2463(c)(2)(F)(ii)).
- 5. Pursuant to section 503(d) of the 1974 Act (19 U.S.C. 2463(d)), the President may waive the application of the competitive need limitations in section 503(c)(2)(A) with respect to any eligible article from any beneficiary developing country if certain conditions are met.
- 6. Pursuant to section 503(c)(1) of the 1974 Act, and having considered the factors set forth in sections 501 and 502(c) (19 U.S.C. 2461 and 2462(c)), I have determined that it is appropriate to withdraw the designation of certain articles as eligible articles under the GSP when imported from any beneficiary developing country. In order to do so for two of the articles, it is necessary to subdivide and amend the nomenclature of existing subheadings of the HTS.
- 7. Pursuant to section 503(c)(1) of the 1974 Act, and having considered the factors set forth in sections 501 and 502(c), I have determined to limit the application of duty-free treatment accorded to a certain article from a certain beneficiary developing country.
- 8. Pursuant to section 503(c)(1) and 503(c)(2)(A) of the 1974 Act, I have determined that certain beneficiary countries should no longer receive preferential tariff treatment under the GSP with respect to certain eligible articles that were imported in quantities exceeding the applicable competitive need limitation in 2003.
- 9. Pursuant to section 503(c)(2)(C) of the 1974 Act, I have determined that certain countries should be redesignated as beneficiary developing countries with respect to certain eligible articles that previously had been imported in quantities exceeding the competitive need limitations of section 503(c)(2)(A).
- 10. Pursuant to section 503(c)(2)(F) of the 1974 Act, I have determined that the competitive need limitation provided in section

503(c)(2)(A)(i)(II) should be waived with respect to certain eligible articles from certain beneficiary developing countries.

- 11. Pursuant to section 503(d) of the 1974 Act, I have determined that the competitive need limitations of section 503(c)(2)(A) should be waived with respect to certain eligible articles from certain beneficiary developing countries. I have received the advice of the International Trade Commission on whether any industries in the United States are likely to be adversely affected by such waiver, and I have determined, based on that advice and on the considerations described in sections 501 and 502(c), that such waivers are in the national economic interest of the United States.
- 12. Section 604 of the 1974 Act, as amended (19 U.S.C. 2483), authorizes the President to embody in the HTS the substance of the relevant provisions of that Act, and of other acts affecting import treatment, and actions thereunder, including the removal, modification, continuance, or imposition of any rate of duty or other import restriction.
- Now, Therefore, I, George W. Bush, President of the United States of America, acting under the authority vested in me by the Constitution and the laws of the United States of America, including but not limited to title V and section 604 of the 1974 Act (19 U.S.C. 2461–7, 2483), do proclaim that:
- (1) In order to provide that one or more countries that have not been treated as beneficiary developing countries with respect to one or more eligible articles be redesignated as beneficiary developing countries with respect to such article or articles for purposes of the GSP, and, in order to provide that one or more countries no longer be treated as a beneficiary developing country with respect to one or more eligible articles for purposes of the GSP, general note 4(d) to the HTS is modified as provided in section A of Annex I to this proclamation.
- (2) In order to withdraw the designation of certain articles as eligible articles for purposes of the GSP, the HTS is modified by amending and subdividing the nomenclature of certain existing HTS subheadings as provided in section B of Annex I to this proclamation.

- (3) (a) In order to provide preferential tariff treatment under the GSP to a beneficiary developing country that has been excluded from the benefits of the GSP for certain eligible articles, the Rates of Duty 1-Special subcolumn for such HTS subheadings is modified as provided for in section C(1) of Annex I to this proclamation.
- (b) In order to provide that one or more countries not be treated as a beneficiary developing country with respect to certain eligible articles for purposes of the GSP, the Rates of Duty 1-Special subcolumn for such HTS subheadings is modified as provided for in section C(2) of Annex I to this proclamation.
- (c) In order to withdraw preferential tariff treatment under the GSP for a certain article imported from any beneficiary developing country, the Rates of Duty 1-Special subcolumn for such HTS subheading is modified as provided for in section C(3) of Annex I to this proclamation.
- (4) \hat{A} waiver of the application of section 503(c)(2)(A) (i)(II) of the 1974 Act shall apply to the eligible articles in the HTS subheadings and to the beneficiary developing countries listed in Annex II to this proclamation.
- (5) A waiver of the application of section 503(c)(2)(A) of the 1974 Act shall apply to the eligible article in the HTS subheading and to the beneficiary developing country listed in Annex III to this proclamation.
- (6) Any provisions of previous proclamations or Executive Orders that are inconsistent with the actions taken in this proclamation are superseded to the extent of such inconsistency.
- (7) (a) The modifications made by Annex I to this proclamation shall be effective with respect to articles entered, or withdrawn from warehouse for consumption, on or after July 1, 2004.
- (b) The actions taken in Annex II to this proclamation shall be effective on July 1, 2004.
- (c) The action taken in Annex III to this proclamation shall be effective on the date of this proclamation.
- In Witness Whereof, I have hereunto set my hand this thirtieth day of June, in the year of our Lord two thousand four, and of

the Independence of the United States of America the two hundred and twenty-eighth.

George W. Bush

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Remarks at a Swearing-In Ceremony for John C. Danforth as United States Representative to the United Nations July 1, 2004

The President. Please be seated. Good afternoon. It's an honor to welcome Jack and Sally Danforth and their wonderful family to the White House. I want to thank Justice Thomas and Ginny, Deputy Secretary Armitage, and all the other distinguished guests for joining us here today.

In his remarkable career, Jack Danforth has been called Attorney General, Senator, Special Counsel, Special Envoy, and Reverend. [Laughter] He's been called "Saint Jack." It's a little beyond my power to confer. [Laughter] Today I am very proud to name this good man and superb public servant America's next Ambassador to the United Nations.

As our Ambassador, Jack Danforth will succeed a good man with an important new mission. On Tuesday, former U.N. Ambassador John Negroponte presented his credentials to President al-Yawr as America's first Ambassador to Iraq since 1990. We appreciate his continuing service to our country.

For his own new assignment, Jack Danforth is exceptionally well-prepared. During his years on Capitol Hill, he earned the admiration of colleagues on both sides of the aisle. Jack is a man of strong convictions, unquestioned integrity, and great decency. He is a man of calm and judicious temperament who goes about his work with deliberation and a good will that draws others to his cause. These qualities were evident during his 18 years as Missouri's United States Senator and during his recent assignment in the Sudan. I'm confident that his good judgment and

wisdom will serve America well at the United Nations.

Jack Danforth now heads to New York at a critical time, when the United States and the United Nations are facing new tests. We are called to defend the peace against ruthless terrorist networks and against outlaw regimes that support and shelter them. We are called to preserve the peace by building good relations among the great powers. We're called to extend the peace by replacing poverty and repression and resentment around the world, especially in the broader Middle East. America is determined to lead all in these great objectives.

Yet, no nation can achieve them alone. Global challenges must be answered by active, effective, multilateral institutions. So we're working with many nations on the Proliferation Security Initiative, for example, to interdict dangerous weapons and materials in transit. We're helping to transform the NATO Alliance, which is now acting beyond Europe, bringing security to Afghanistan and soon providing training assistance for Iraqi security forces. And we're challenging the United Nations to rise to its responsibilities in a changing world.

The U.N. must fulfill its mission of peace by holding outlaw states to account, by aiding the rise of stable democracies, and by encouraging development and hope as alternatives to stagnation and bitterness. The U.N. is serving these great purposes in many different places. In Iraq, the U.N. is helping that newly sovereign nation to prepare for free and fair elections and will help to draft a new constitution. From Africa to the Caribbean, the U.N. is helping to turn societies away from old conflicts, to overcome persistent poverty, to fight AIDS and other diseases.

America supports all these efforts, and we know that more will be necessary. So I'm sending Jack Danforth to the U.N. with a clear mandate. America will work closely with the United Nations to confront terror and to fight the suffering and despair that terrorists exploit. In all our work at the U.N., Ambassador John C. Danforth will be a strong voice for the humane and decent conscience of America.